



State of Louisiana
DEPARTMENT OF NATURAL RESOURCES
OFFICE OF MINERAL RESOURCES
STATE MINERAL AND ENERGY BOARD

TO: State Mineral and Energy Board Members

FROM: Victor M. Vaughn
Geologist Administrator
Geological & Engineering Division

DATE: October 12, 2011

Lease Review Committee Agenda

The regular meeting of the Lease Review Committee of the State Mineral and Energy Board is scheduled to be held on Wednesday, October 12, 2011 at 9:30 am in the La Belle Room, First Floor, LaSalle Building located at 617 North Third Street, Baton Rouge, Louisiana.

I. Geological and Engineering Staff Review

According to SONRIS there are 1861 active State Leases covering nearly 830,400 acres. The Geological and Engineering Division has reviewed approximately 155 leases covering 85,500 acres.

II. Committee Review

A staff report on **State Lease 2038**, Deep Lake Field, Cameron Parish. ExxonMobil is the lessee.

III. Report on actions exercised by the Staff under delegated authority

No Objection to Hilcorp Energy Company's 29-E Waiver for the VUN;LP U14 Well No. 11, SN 78367, Lake Pelto Field, Terrebonne Parish affecting State Leases 188-B and 20501.

No Objection to JGC Energy Development [USA], Inc.'s 29-E Waiver for the SL 2453 No. 1-D Well, SN 68509, Little Lake Field, Jefferson Parish affecting State Lease 2453.

IV. Report on Force Majeure

Staff requests that the Board recognize a force majeure condition for Century Exploration on unitized portions of State Leases 19051 and 19052 from August 21 to September 16, 2011 caused by rig availability and inability to access the well's location.

Staff requests that the Board extend force majeure recognition 3 months for Stone Energy to the January 11, 2012 Board Meeting to permit Stone Energy time to complete negotiations and connect to the pipeline.

Company Name	Lease Numbers
Leases Off Production Due to Non-storm Related Force Majeure Events	
IG Petroleum	A0232
Harvest	A0311
Stone Energy	10830, 15074, 17309, 17595, A0285
Century	19051, 19052
Leases affected by Flooding	
Hilcorp	2024

The Committee may discuss other matters as it desires pursuant to R.S. 42:7(A)(1)(b)(ii) as well as Executive Session Matters pursuant to R.S. 42:6.1(A)(2) and R.S. 42:6.1(A)(6).